Sanitized Copy Approved for Release 2011/08/17: CIA-RDP80-00809A000600340776-3

CONFIDENTIAL CONFIDENTIAL CLASSIFICATION

CENTRAL INTELLIGENCE AGENCY

50X1-HUM

INFORMATION FROM

FOREIGN DOCUMEN" OR RADIO BROADCASTS

Czechoslovakia

CD NO. DATE OF

INFORMATION

DATE DIST. 小人

1950

Sep 1950

2

COUNTRY **SUBJECT**

Economic - Enterprise organization

HOW

Weekly newspapers

PUBLISHED WHERE **PUBLISHED**

Prague

NO. OF PAGES

DATE

PUBLISHED

2 Apr - 22 Jun 1950

LANGUAGE

Czech

SUPPLEMENT TO REPORT NO.

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFEN OF THE UNITED STATES WITHIN THE MEANING OF REPORAGE ACT I M. S. C., S. AND S.A. AS AMERICAD. ITS TRANSMISSION OF ATTHE EXCELLING OF ITS CONTENTS IN ANY MANNE TO AN UNAUTHORIZED PRISON IS PR MISTIGAD BY LAW. REPRODUCTION OF THIS YORN IS FORMISTED.

THIS IS UNEVALUATED INFORMATION

SOURCE

Newspapers as indicated.

ESTABLISH NEW CORPORATION, STATE ENTERPRISE

ORGANIZATION CORPORATION TO IMPROVE ENTERPRISE ADMINISTRATION -- Prague Hospodar, 22 Jun 50

The Organizational Corporation has come into existence as a result of a suggestion of the economic council and has been licensed by the Ministry of Internal Trade in agreement with the State Planning Office.

The corporation will improve the administrative organization of enterprise especially their accounting, and will be responsible for the planned introduction and expansion of the system of socialist enterprise management.

It will accomplish the above tasks by the following measures:

- 1. Organization of enterprise administration and inspection at the request of the particular enterprise or its superior organization, as well as assistance in keeping accounts.
- 2. Publication of organizational aids and exchanging these aids within the framework of Ministry of Internal Trade regulations.
 - 3. Economic administration of entrusted property.

The agency was set up as a corroration because it will not be subordinated to any general management, but will serve all branches of the economy. Because such extensive functions are involved, all the economic sectors will be represented by ministries.

The basic capital of the corporation amounts to 5 million crowns and is divided into 5,000 shares of 1,000 crowns' nominal value each. The corporation has a presidium, board of directors, general assembly, and general manager. The presidium consists of 12 appointed members, who elect, from among themselves, the chairman and the vice-chairman. Members of the presidium are appointed and recalled by the Minister of Finance in agreement with the participating members of the cabinet. The presidium is authorized to elect, from among its members or substitutes, and executive committee, and to transfer its entire responsibility or

- 1 - CONFIDENTIAL

		CLA	SSIFICATION		CONFIDENTIAL			,	. கே.
STATE	X NAVY		NSRB		DISTRIBUTION			10	╛
ARMY	AIR		FBI	1					╛

CONFIDENTIAL.	Gſ	M	FI	N	F	N	T	I	۸	l
CONSTINENTIAL.		/ 2 2			_	и				_

50X1-HUM

part of its responsibility thereto. The general manager is a member of the presidium but cannot be given any other function which the presidium may create. The term of office of the presidium is 3 years. Its members are sworn in by the Minister of Finance. Otherwise, the functions of the presidium are regulated by statutes. The general assembly always meets in the first 6 months of each administrative year.

The board of directors consists of three members and two substitutes, also appointed by the Minister of Finance. Terms of office are 3 years.

The corporation is authorized to establish splinter enterprises, at the head of which stands a manager who is appointed and recalled by the presidium.

The corporation is to concentrate within it the organizational workers from the Svit state enterprise and members of the Center of Economic Advisers, who administer 42 confiscated German firms which have been included in the Organizational Corporation.

ESTABLISH DEREDA STATE ENTERPRISE -- Prague Uredni List, 2, 5 Apr 50

The Ministry of Industry has established, effective 1 January 1950, the Dereda state enterprise, which will produce and install various types of scenery, decorations, advertisements, and various theater supplies. Its seat will be in Prague. It will include the property of "Dereda," Inc, and certain property of the OBUS state enterprise.

The factory in Jirikov has been transferred from the Tovarny Stavebniho Kovani (Factories of Structural Metal Fittings) state enterprise to the Metalurgicke Zavody (Metallurgical Factories).

- E N D -

- 2 -

CONFIDENTIAL

GANFIDENTIAL